

April 2002 TAX FACTS

SUMMARY OF GENERAL FUND REVENUES

	<u>April 2002</u>	Fiscal Year <u>Total</u>
Individual Income Tax		
Net Collections	\$210,222,902	\$1,493,323,309
Percent Change	(25.1%)	(7.9%)
Corporate Income Tax		
Net Collections	\$71,345,538	\$271,057,970
Percent Change	(28.9%)	(40.2%)
Transaction Privilege, Severance & Use Taxes		
Net Collections	\$260,833,120	\$2,470,725,162
Change	0.1%	(0.3%)
Total Big Three Tax Types		
Net Collections	\$542,401,560	\$4,235,106,441
Percent Change	(15.5%)	(7.0%)

TAX FACTS

April 2002

INDIVIDUAL INCOME TAX

Individual Income Tax Receipts

	April 2002	April 2001	% Change
Gross Collections	\$303,233,433	\$338,244,194	(10.4)
Withholding	185,131,798	179,747,852	3.0
Refunds	(243,041,738)	(204,125,606)	19.1
Urban Revenue Sharing	(35,100,591)	(33,037,720)	6.2
Net Collections	210,222,902	\$280,828,720	(25.1)
	Fiscal Year Total (01/02)	Fiscal Year Total (00/01)	% Change
Gross Collections	\$602,104,290	\$663,620,449	(9.3)
Withholding	1,939,274,082	1,955,758,679	(0.8)
Refunds	(696,491,253)	(666,801,898)	4.5
Urban Revenue Sharing	(351,563,810)	(330,377,200)	6.4
Net Collections	\$1,493,323,309	\$1,622,200,031	(7.9)

Included in the refund amounts above are refunds relating to the alternative fuel vehicle income tax credit. In April \$1,563,811 in alternative fuel vehicle credits were processed. After offsetting \$171,519 in tax liability, refunds for this credit totaled \$1,392,292. This amount does not include withholding and estimated payments returned to taxpayers because their liability was covered by the alternative fuel vehicle credit. Additional refunds were paid out of corporate income tax.

Individual Income Tax Document Count

In calendar year 2001, the following individual income tax returns were filed:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	OTHER	TOTAL
#	42,230	1,419,869	78,331	109,903	17	48,503	315,165	14,853	181,876	0	2,210,747
%	1.9	64.2	3.5	5.0	0.0	2.2	14.3	0.7	8.2	0.0	

In calendar year 2002 the number of returns filed, and processed, are as follows:

	140X	140	140NR	140PY	140NPR	141	140A	140PTC	140EZ	140ET	OTHER	TOTAL
#	14,736	1,020,193	32,359	62,572	5	19,558	210,914	12,104	135,750	2,065	9	1,510,265
%	1.0	67.6	2.1	4.1	0.0	1.3	14.0	0.8	9.0	0.1	0.0	

The 1,510,265 returns filed through April 2002 compares to 1,385,112 returns filed during the same period of time in 2001 for an annual increase of 9.0%. This count represents multiple tax years. For tax year 2001 filed in 2002, 1,467,120 returns have been filed, this represents a 8.5% increase from 2000 returns filed in 2001 during the same period of time.

Year-Over-Year Comparison of Resident Taxpayers

Comparisons of Federal Adjusted Gross Income (FAGI) and tax liability growth between two tax years can be made from taxpayers who have filed for both calendar years to be compared and who have indicated the same marital status on the tax returns for both years. The Department of Revenue has received 1,047,894 returns in calendar year 2002 for tax year 2001 from filers who also have returns on record from calendar year 2001 with the same marital status. On average, these filers experienced a 1.4% decrease in FAGI and a 6.8% decrease in tax liability. More specifically, 42.6% of these filers experienced a decrease in tax liability; on average a decrease of 39.4% with a

corresponding average decrease in FAGI of 21.9%. Filers showing an increase in tax liability totaled 489,742 or 46.7%, with an average FAGI increase of 22.8% and an average tax liability increase of 38.9%.

Average Individual Income Tax Refund

Beginning with calendar year 2001 taxpayers who chose to file their returns electronically were given the option to direct deposit their refund. The figures shown below includes direct deposits.

	Average	Number
2002 CYTD	\$549.19	1,072,619
2001 CYTD	\$565.98	1,005,105
% Change	(3.0%)	6.7%

"New" Filers in Calendar Year 2002

Table 1 attached to this report, presents the number of "new" returns filed in calendar year 2002. "New" returns are for those filers who did not file in the previous calendar year. Therefore, these filers could be new full-year residents of Arizona, or they may be newly required to file an individual income tax return. (The filer may not have earned enough income in the previous year to file, such as a recent graduate just entering the work force.) The table indicates that 159,476 "new" returns have been filed thus far in 2002, representing approximately 193,051 persons, not including dependents. The average Federal Adjusted Gross Income for these 159,476 returns is \$18,526, with an average tax liability of \$266. The right half of this table presents characteristics of the filers represented on the returns. Of all "new" returns, 20.4% had a married filing joint filing status, 8.6% claimed a 65 And Over Exemption and 38.4% claimed dependents.

Individual Income Tax Estimated Payments

Beginning in 1990, individuals are required to make estimated payments to Arizona if their Arizona gross income will exceed \$75,000, in an amount which will represent unpaid tax liability at the end of the taxpayer's tax year. The total estimated payments on the 140ES for tax year 2000 was \$366.4 million, for an average of \$1,619. A total additional \$63.8 million in estimated payments was received as refunds on the 1999 tax returns applied to 2000 estimates, for an average of \$1,744. Estimated payments received through April 2002 for tax year 2001 were as follows:

04/02	140ES payment	\$471,229	Cumulative	\$335,173,047
04/01	140ES payment	\$600,655	Cumulative	\$364,445,094
	Percent change	(21.5%)		(8.0%)
04/02	Average payment	\$792	Cumulative	\$1,477
04/01	Average payment	\$701	Cumulative	\$1,621
	Percent change	13.0%		(8.9%)
04/02	Applied refund	\$113,653	Cumulative	\$66,698,300
04/01	Applied refund	\$100,054	Cumulative	\$63,016,750
	Percent change	13.6%		5.8%
Total 04/02		\$584,882	Cumulative	\$401,871,347
Total 04/01		\$700,710	Cumulative	\$427,461,844
	Percent change	(16.5%)		(6.0%)

Withholding

Withholding payments are received from employers and applied towards a specific quarter for the designated year. Information is gathered for 15 months for any given quarter. For example, from January 2000 through March 2001, \$544,546,230 was received for the first quarter of 2000. The latest complete quarter (15 months of information has been compiled) is the first quarter of 2001, which shows a growth rate of 3.1% in withholding payments over the first quarter of 2000. Growth in quarters for which information is still being gathered is as follows:

2 nd Quarter 2001	3.4%	1 st Quarter 2002	(1.2%)
3 rd Quarter 2001	4.7%	2 nd Quarter 2002	13.0%
4 th Quarter 2001	(0.4%)		

The comparisons made above were against the same number of months of collections in the previous year. In other words, the seventh month of information available for the fourth quarter of 2001 was compared against the seventh month of collections for the fourth quarter of 2000. Effective January 2002, current choices for withholding are 0%, 10%, 18%, 21%, 23%, 29% or 34% as the percent of federal taxes to be withheld for state taxes. The 0% option is only available to those individuals who had no liability in the prior tax year and expect no tax liability for the current year.

Property Tax Credits

Arizona allows a refundable property tax credit if you are age 65 or older or if you received Title 16, SSI payments. Additionally, your household income must be below \$3,751 if you live alone, or \$5,501 if you live with another person, to qualify for this credit. The maximum credit is \$502.

	Number	Amount	Average
Calendar Year 2002	11,920	\$3,969,468	\$333.01
Calendar Year 2001	12,619	\$4,027,224	\$319.14
% Change	(5.5%)	(1.4%)	4.3%

Clean Elections

As a result of the November 1998 voter approval of the Citizens Clean Elections, Arizona's income taxpayers can make a donation to the Citizens Clean Elections Commission through an income tax check-off or through a voluntary donation. Since the voter approval was not validated by the Federal Elections Commission until mid 1999, the 1998 tax forms did not carry these options. For tax year 2001, filed in 2002 and later, these options are available.

	April 2002	Calendar Year Total
Check Off	\$1,140,360	\$2,213,165
Voluntary Donation	\$16,225	\$29,509
Number of Returns	154,835	307,630

Contributions on the Individual Income Tax Return

Through April 2002, individual income tax return filers have made the following contributions:

	Number	Amount	Average
Wildlife	6,836	\$113,140	\$16.55
Child Abuse	8,131	\$137,123	\$16.86
Special Olympics	3,512	\$51,686	\$14.72
Neighbors Helping	2,171	\$25,497	\$11.74
AID to Education	279	\$27,633	\$99.04
Domestic Violence Shelter	5,574	\$95,838	\$17.19
Democratic Party	452	\$8,915	\$19.73
Republican Party	352	\$9,141	\$25.97
Libertarian Party	65	\$1,261	\$19.40
Reform Party	4	\$21	\$5.25
Green Party	90	\$1,361	\$15.12
Natural Law	5	\$20	\$4.00

CORPORATE INCOME TAX

Corporate Income Tax Receipts

	April 2002	April 2001	% Change
Gross Collections	\$87,270,068	\$104,232,514	(16.3%)
Refunds	(\$15,924,530)	(\$3,817,749)	317.1%
Net Collections	\$71,345,538	\$100,414,766	(28.9%)

	Fiscal Year Total (01/02)	Fiscal Year Total (00/01)	% Change
Gross Collections	\$423,637,278	\$572,540,133	(26.0%)
Refunds	(\$152,579,308)	(\$119,579,655)	27.6%
Net Collections	\$271,057,970	\$452,960,479	(40.2%)

Included in the refund amounts shown above are refunds for the alternative fuel vehicle credit program. In April, \$0.6 million in corporate alternative fuel vehicle refunds was paid out; for the fiscal year, the total is \$7.3 million.

Corporate Estimated Payments

Corporations are required to file estimated tax payments throughout the year only if (1) their Arizona tax liability exceeds \$1,000 and (2) they are required to file federal estimated tax payments.

April 2002	\$47,590,078	Calendar Year Total	\$92,696,381
April 2001	\$55,887,264	Calendar Year Total	\$112,879,929
% Change	(14.8%)	% Change	(17.9%)

All corporations with an income tax liability of \$20,000 or greater are required to make their estimated tax payments through electronic funds transfer (eft). The table below shows the number of these eft estimated payments, by size of payment, for April 2002 and for the fiscal year.

Size of Payment ➔	Less than \$50,000	\$50,000 up to \$100,000	\$100,000 up to \$500,000	\$500,000 up to \$1,000,000	\$1,000,000 up to \$10,000,000	\$10,000,00 0 and more	Total	% chg
April 2002	329	54	52	12	5	0	452	(18.1%)
April 2001	406	64	62	14	6	0	552	
CY 2002	826	97	89	21	9	0	1,042	(14.0%)
CY 2001	951	113	112	25	10	0	1,211	

Corporate Refunds

Corporate refunds paid in any state fiscal year are for a mixture of corporate fiscal years. The table below presents the percent of refunds paid in FY 00/01 by corporate fiscal year. For example, in FY 00/01, 9.7% of the refund dollars paid were for corporate fiscal years ending in 1996 or before. The percentages are for refunds paid through the fiscal year.

Corporate Fiscal Year-End:	96 & Prior	97	98	99	00	01
FY 00/01	12.5%	5.9%	3.0%	65.0%	13.4%	0.1%
Corporate Fiscal Year-End:	97 & Prior	96	99	00	01	02
FY 01/02	6.3%	2.3%	2.9%	72.2%	16.1%	0.1%

The corporate refunds shown above are those refunds for which a check is mailed to the corporation. Sometimes corporations choose to apply their refund as an estimated payment. The following table present information on refunds applied as estimated payments in the most recent month and for the calendar year.

April 2002	\$7,006,540	Calendar Year Total	\$41,500,920
April 2001	\$3,300,539	Calendar Year Total	\$15,056,119
% Change	112.3%	% Change	175.6%

Corporate Income Tax Document Count

The Arizona Department of Revenue received 101,808 corporate returns showing a fiscal year-end of 2000. The type of return received is indicated below:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	317	41,156	49,831	343	10,161
%	0.3	40.4	48.9	0.3	10.0

Through April 2002, 49,289 documents have been received for a fiscal year-end of 2001, distributed as follows:

	120 X (amended)	120 (regular)	120S (S corp)	99T (exempt org.)	120 A (short form)
#	77	19,713	22,135	126	7,238
%	0.2	40.0	44.9	0.3	14.7

The figures shown above for the 2001 returns are most meaningful when compared to 2000 returns received during the same period of time in the previous year. Through April 2001, the Arizona Department of Revenue received 35,977 documents with a fiscal year-end of 2000. This represents a 37.0% increase in the number of corporate returns received at this point of time in the calendar year.

Urban Revenue Sharing Returned to Cities/Towns

Incorporated cities and towns receive a share of net individual and corporate income tax collections, called Urban Revenue Sharing. The amount of money to be distributed is 15.0% of net income tax collections two years earlier. For example, the money being distributed in Fiscal Year 2001/02 is based on net income tax collections in Fiscal Year 1999/2000. Amounts returned for April 2002 are shown on Table 2, at the end of this report.

TRANSACTION PRIVILEGE, SEVERANCE AND USE TAXES

Transaction Privilege, Severance and Use Tax Receipts

The Arizona transaction privilege and severance tax consists of many categories of tax. These categories include retail, contracting, amusements, restaurants and bars, hotel/motel and mining severance tax. The collections for all such categories are divided, per statute, into two parts. One part is called distribution base; the other part is known as non-shared. The division of collections into these two parts varies from category to category. For example, retail sales tax is 40% distribution base and 60% non-shared. In contrast, contracting is 20% distribution base and 80% non-shared. Use tax is 100% non-shared.

At the close of each month, the computer aggregates transaction privilege and severance tax collections by category and calculates total distribution base and non-shared portions. The amount shown as "Use Tax" in the table below includes use tax, use inventory tax and jet fuel use tax. The "Education Tax" below represents a new category beginning with June 2001 collections. This category is in accordance with prop 301 resulting in an additional 0.6% education tax being added to most business classifications. The "Other Revenue" category includes county excise, road, jail and hospital taxes and various other excise taxes, such as the 911 excise tax.

	April 2002	April 2001	% change
Distribution Base	\$112,042,617	\$111,018,687	0.9
Non shared	208,032,440	204,876,384	1.5
Use Tax	14,157,181	17,484,183	(19.0%)
Education Tax	38,182,260	0	N/A
Other Revenues	46,777,328	44,349,158	5.5
Total Collections	\$419,191,826	\$377,728,411	11.0

	Fiscal Year Total (01/02)	Fiscal Year Total (00/01)	% change
Distribution Base	\$1,035,895,709	\$1,033,905,419	0.2
Non shared	1,981,935,520	1,954,135,008	1.4
Use Tax	131,508,651	168,189,035	(21.8%)
Education Tax	365,230,850	0	N/A
Other Revenues	428,766,895	396,456,131	8.1
Total Collections	\$3,943,337,625	\$3,552,685,593	11.0

Distribution of Transaction Privilege, Severance and Use Tax Receipts

Of the distribution base portion of transaction privilege and severance taxes, described above, 25% is returned to incorporated cities/towns, 40.51% is returned to counties and 34.49% goes to the state general fund with the exception of mining severance tax. All of the non-shared revenue and use tax is deposited into the general fund. Therefore, the "Retained By State" figure presented below includes all non-shared portion of transaction privilege tax, use tax and 34.49% of the distribution base collections. The Education tax is distributed in accordance with prop 301. "Other" revenues are returned to the administering authority.

	April 2002	April 2001	% change
Retained by State	\$260,833,120	\$260,585,572	0.1
Returned to Counties	45,388,464	45,014,079	0.8
Returned to Cities	28,010,654	27,779,603	0.8
Education Tax	38,182,260	0	N/A
Other	46,777,328	44,349,158	5.5
Total Collections	\$419,191,826	\$377,728,411	11.0

	Fiscal Year Total (01/02)	Fiscal Year Total (00/01)	% change
Retained by State	\$2,470,725,162	\$2,477,526,670	(0.3)
Returned to Counties	419,641,005	419,695,553	(0.1)
Returned to Cities	258,973,713	259,007,239	(0.1)
Education Tax	365,230,850	0	N/A
Other	428,766,895	396,456,131	8.1
Total Collections	\$3,943,337,625	\$3,552,685,593	11.0

Transaction Privilege and Severance Tax Collections By Class

	Tax Rate	April 2002	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	5.6	\$239,791	(27.8)	\$2,188,275	(40.7)
Non-Metal Mining/Oil & Gas	3.125%	564,326	(12.9)	5,310,232	(9.4)
Utilities	5.6%	20,532,080	(1.0)	254,421,268	2.3
Communications	5.6%	14,169,424	18.4	122,570,885	2.0
Railroads/Aircraft	5.6%	136,530	(87.5)	1,648,336	(30.1)
Private Car/Pipelines	5.6%	31,261	(7.2)	238,170	(64.3)
Publishing	5.6%	563,487	4.7	3,164,297	(38.1)
Printing	5.6%	1,384,123	(12.4)	14,477,380	(13.5)
Restaurants/Bars	5.6%	31,799,545	10.4	264,167,341	2.5
Amusements	5.6%	4,359,825	1.3	30,521,811	(2.0)
Commercial Lease	0%	(4,484)	N/A	494,211	(87.1)
Rental of Personal Property	5.6%	15,935,634	0.4	149,141,199	(0.8)
Contracting	3.75% - 5.6%	48,752,121	3.6	491,907,838	6.3
Feed Wholesale	Repealed	0	N/A	(7,947)	N/A
Retail	5.6%	169,370,933	0.1	1,598,732,711	0.9
Mining Severance	2.5%	188,171	(0.7)	(109,154)	N/A
Timber Severance	\$2.13/\$1.51 per 1000 board ft	156	N/A	13,785	N/A
Hotel/Motel	5.5%	11,508,040	(10.9)	74,128,362	(12.5)
Membership Camping	5.6%	11,365	30.1	117,274	11.9
Use/Use Inventory	5.6%	14,157,181	(19.0)	131,508,651	(21.8)
Rental Occupancy Tax	3.0%	18,255	6.7	142,315	22.1
Jet Fuel Tax	\$.0305/\$.0105 gal	487,478	(7.5)	4,363,863	(7.6)
Telecommunications Devices:	1.1				
Telecom. Fund for the Deaf	----	525,357	(6.2)	5,379,474	22.7
Poison Control Fund	----	194,310	(6.2)	1,989,669	22.7
911 Wireline/Excise *	\$0.37 monthly per activated service	1,340,596	40.8	12,499,650	71.7
911 Wireless Service *	\$0.37 monthly per activated service	590,157	179.5	5,549,507	218.7
Agriculture Equipment	0%	0	N/A	21,064	73.7
Total		\$336,855,663	0.4	3,174,580,469	0.1

The Use/Use Inventory category shown on the previous page includes jet fuel use tax. These collections include only the individual classes of transaction privilege tax, severance tax and use tax. The total does not include license fees or any other fees collected by the Department.

* Effective July 1, 2001, the 911 taxes have changed. What was formerly called 911 Excise tax at 1.25% is now 911 Wireline at \$0.37 per month for each activated service. Additionally, 911 Wireless Service has also been changed from \$0.10 per month for each activated service to \$0.37.

Transaction Privilege and Severance Tax Taxable Sales By Class¹

	April 2002	% Chg	Fiscal Year Total	% Chg
Transporting/Towing	\$4,795,817	(27.8)	\$43,765,510	(40.7)
Non-Metal Mining/Oil & Gas	18,058,424	(12.9)	169,927,412	(9.4)
Utilities	410,641,610	(1.0)	5,088,425,364	2.3
Communications	283,388,488	18.4	2,451,417,698	2.0
Railroads/Aircraft	2,730,597	(87.5)	32,966,718	(30.1)
Private Car/Pipelines	625,226	(7.2)	4,763,401	(64.3)
Publishing	11,269,746	4.7	63,285,946	(38.1)
Printing	27,682,451	(12.4)	289,547,609	(13.5)
Restaurants/Bars	635,990,898	10.4	5,283,346,814	2.5
Amusements	87,196,496	1.3	610,436,216	(2.0)
Commercial Lease	(379,678)	N/A	29,056,583	(83.9)
Rental of Personal Property	318,712,678	0.4	2,982,823,977	(0.8)
Contracting	975,042,424	3.6	9,838,156,789	6.3
Feed Wholesale	2	N/A	(1,694,392)	N/A
Retail	3,387,418,664	0.1	31,974,654,226	0.9
Mining Severance	7,526,833	(0.7)	(4,366,147)	N/A
Timber Severance	73	N/A	767,703	N/A
Hotel/Motel	209,237,086	(10.9)	1,347,788,391	(12.5)
Membership Camping	227,290	30.1	2,345,484	11.9
Use/Use Inventory	281,958,538	(19.1)	2,615,868,094	(21.9)
Rental Occupancy Tax	608,485	6.7	4,743,829	22.1
Agriculture Equipment	0	N/A	2,106,425	73.7
Total	\$6,662,732,149	0.3	\$62,830,133,649	(0.5)

Telecommunications Devices, 911 Excise and 911 Wireless Service classifications previously listed in the collections table, are not elements of calculated taxable income and therefore, are not included in the above table. The Use/Use Inventory category shown above does not include jet fuel use tax. Since the jet fuel use tax is a gallonage tax, this too can not be computed as taxable income. A comparison can be made of gallons of jet fuel on which Arizona jet fuel tax or jet fuel use tax was paid. In April 2002, 17,925,653 gallons of jet fuel were taxed, a 7.1% decrease from the 19,293,410 reported for April 2001. Timber Severance includes only sales subject to a repealed rate. The current tax is per board feet upon which taxable income cannot be computed.

Accounting Credit

Effective to taxable periods beginning from and after July 1, 1995, a credit equal to one percent of the amount of tax due, up to \$10,000 per calendar year, is allowed to businesses for expenses incurred during the accounting and reporting of Transaction Privilege Tax. The amount of accounting credits claimed in April 2002 was \$1,987,366 a 15.3% increase from the \$1,723,181 claimed in April 2001. Accounting credits claimed-to-date in FY 01/02 equals \$14,800,289 a 9.4% increase from the \$13,529,266 claimed during the same period in FY 00/01.

¹These Taxable Sales figures are calculated on a per return basis, by taking collections and dividing them by the appropriate tax rate. These figures may not match other Taxable Sales figures calculated on the aggregate.

Taxable Sales by SIC Code Range

The taxable sales by SIC (Standard Industrial Classification) Code ranges are an indicator of business occurring for that type of retail sale. Certain limitations must be understood when using this information.

The Department of Revenue assigns a SIC code to a business based on its primary type of business activity. A grocery store would be assigned a SIC code of 5411. A business that deals primarily with dairy products would have a SIC code of 5451. A problem arises with businesses which derive revenue from multiple business activities. For example, a store like Fry's Market Place might be considered both a grocery store and a department store; however, all revenue would be reported under only one of the two possible codes. In summary, an accurate description of what this information represents would be: "These figures represent taxable retail sales for those businesses which have a primary SIC code falling within one designated range."

If the taxable sales for these ranges were added together, the total would not equal retail taxable sales. This is again due to the primary SIC code assignment. There are businesses making retail sales which do not have a primary retail SIC code.

<u>SIC Code Range</u>	<u>Description</u>	<u>April 2002</u>	<u>April 2001</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$205,906,688	\$195,333,845	5.4
5311-5399	general merchandise stores	282,757,609	374,078,084	(24.4)
5411-5499	food stores (no food sales)	262,779,055	249,586,370	5.3
5511-5521	motor vehicle dealers	621,890,830	663,881,908	(6.3)
5531-5599	misc. automotive, motorcycle & boat stores	188,009,113	182,495,523	3.0
5611-5699	apparel & accessory stores	254,120,677	232,248,706	9.4
5712-5733	furniture, home furnishings & equipment stores	170,194,283	165,212,909	3.0
5912-5949	misc. retail stores	230,389,945	206,478,979	11.6
TOTAL		\$3,387,418,664	\$3,384,619,509	0.1

<u>SIC Code Range</u>	<u>Description</u>	<u>Fiscal Year 2002</u>	<u>Fiscal Year 2001</u>	<u>% Chg</u>
5211-5271	building materials, hardware, garden supply & mobile home dealers	\$1,884,376,055	\$1,677,132,609	12.4
5311-5399	general merchandise stores	2,864,034,269	3,260,934,687	(12.2)
5411-5499	food stores (no food sales)	2,493,931,703	2,503,930,224	(0.4)
5511-5521	motor vehicle dealers	6,222,152,289	5,695,100,541	9.3
5531-5599	misc. automotive, motorcycle & boat stores	1,584,918,622	1,548,576,214	2.3
5611-5699	apparel & accessory stores	2,025,951,339	1,965,564,787	3.1
5712-5733	furniture, home furnishings & equipment stores	1,635,370,958	1,725,336,693	(5.2)
5912-5949	misc. retail stores	2,224,103,835	2,226,023,744	(0.1)
TOTAL		\$31,974,654,226	\$31,700,653,782	0.9

Transaction Privilege and Severance Tax Returned to Counties

Taxpayers reported the following taxable transactions and tax collections by county. The share of the revenues returned to each county for April 2002 is shown in the County Share column.

	Dist. Base Collections	County Share	% of Total	FYTD County Share	% Chg
Apache	\$191,660	\$332,274	0.7	\$3,177,679	(15.9)
Cochise	1,601,471	811,953	1.8	7,541,036	(5.5)
Coconino	2,561,591	1,165,837	2.6	11,328,669	(2.1)
Gila	695,379	353,427	0.8	3,409,897	(8.3)
Graham	329,161	206,342	0.5	1,964,695	(4.1)
Greenlee	234,064	164,762	0.4	1,519,541	(40.1)
La Paz	377,901	157,300	0.3	1,274,290	3.1
Maricopa	76,446,150	29,324,256	64.6	270,730,182	1.5
Mohave	2,816,264	1,206,712	2.7	10,980,062	2.2
Navajo	1,370,493	680,818	1.5	6,677,693	1.3
Pima	17,106,018	6,913,517	15.2	63,765,843	(3.6)
Pinal	2,043,306	1,161,245	2.6	10,293,939	(0.8)
Santa Cruz	738,339	306,744	0.7	2,720,579	(1.8)
Yavapai	3,064,697	1,443,472	3.2	13,685,083	(0.3)
Yuma	2,466,123	1,159,805	2.6	10,571,816	7.6
Total	\$112,042,617	\$45,388,464		\$419,641,005	0.0%

Transaction Privilege and Severance Tax Returned to Cities/Towns

The portion of transaction privilege and severance tax returned to each incorporated city or town for April 2002 is shown on Table 3, attached to this report.

County Tax Collections

The following county-imposed tax collections were received by the Department of Revenue during April 2002 and returned to the counties. County taxes in all but Coconino County are imposed at 10% of the state transaction privilege tax rate. Coconino's Excise Tax is 10% of the state rate, and its Jail Tax is 6% of the state rate. The stadium tax was imposed at 5% of the state rate. This rate completed its run in December 1997. Collections received now should be for prior periods. The rental car surcharge in Maricopa County is \$2.50 per car and in Pima County is \$3.50 per car. The RV Surcharge is \$0.50/day on each lease or rental of a parking space for recreational vehicles.

	Road Tax	Excise Tax	Jail Tax	Rental Car Surcharge	Stadium Tax	RV Surcharge	Hospital Tax	Capitol Projects	Tourism Authority
Apache		\$63,026							
Cochise		\$473,170							
Coconino		\$717,269	\$430,266						
Gila	\$215,701	\$207,322					\$18		
Graham		\$98,298							
Greenlee		\$53,216							
La Paz		\$5,544	\$5,537						
Maricopa	\$23,756,434		\$8,708,045	\$546,621	\$2,382				\$2,550,684
Mohave		\$414,845							
Navajo		\$394,591							
Pima				\$145,805		\$22,933			
Pinal	\$646,893	\$627,068							
Santa Cruz		\$203,547							
Yavapai		\$909,641	\$362,519						
Yuma		\$790,635	\$790,565					\$789,321	

OTHER TAXES

Luxury Taxes

The following revenues were received from luxury taxes in April 2002. The table compares the receipts to April 2001 and also compares fiscal year (FY) totals. Figures may not add to total due to rounding.

	April 2002	April 2001	% Change
Spirituos	\$2,594,973	\$1,857,155	39.7
Vinous	1,205,783	928,355	29.9
Malt	2,141,454	2,022,547	5.9
Cigarette	13,112,721	14,321,137	(8.4)
Other Tobacco	292,325	279,346	4.7
Tobacco Licenses	275	50	450.0
Total	\$19,347,531	\$19,408,591	(0.3)

	Fiscal Year Total (01/02)	Fiscal Year Total (00/01)	% Change
Spirituos	\$17,876,722	\$17,848,259	0.2
Vinous	7,605,219	7,241,075	5.0
Malt	18,107,768	17,896,209	1.2
Cigarette*	128,158,506	128,347,688	(0.1)
Other Tobacco	2,931,791	2,782,228	5.4
Tobacco Licenses	2,775	5,300	(47.6)
Total	\$174,682,781	\$174,120,759	0.3

*Through April 2002, \$393,800 of Cigarette and Tobacco tax collections has been allocated for administrative expenses and is not reflected in fiscal year collections.

General Fund revenues from luxury taxes:

	April 2002	FY (01/02)
Spirituos	\$1,816,481	\$12,513,705
Vinous	300,868	1,896,606
Malt	535,363	4,526,941
Cigarette	3,357,928	35,311,793
Other Tobacco	45,310	454,428
Tobacco Licenses	275	2,775
Total	\$6,056,225	\$54,706,248

Other dedicated revenues from luxury taxes:

	April 2002	FY (01/02)
Correction Fund revenues	\$2,656,508	\$21,290,841
Health Care Fund revenues	9,536,757	90,455,680
Wine Promotional Fund revenues	2,313	18,792
Drug Treatment & Education Fund revenues	783,735	5,876,326
Corrections Revolving Fund revenues	311,994	2,334,895

Estate Tax

	April 2002	\$2,801,397	Fiscal year To Date	\$72,609,890
	April 2001	<u>\$3,608,018</u>	Fiscal year To Date	<u>\$61,909,359</u>
% Change		(22.4%)	% Change	17.3%

Private Car

	April 2002	\$0	Fiscal year To Date	\$1,509,625
	April 2001	<u>\$0</u>	Fiscal year To Date	<u>\$1,349,685</u>
% Change		N/A	% Change	11.9%

Bingo

	April 2002	\$81,768	Fiscal year To Date	\$552,944
	April 2001	<u>\$91,401</u>	Fiscal year To Date	<u>\$565,969</u>
% Change		(10.5%)	% Change	(2.3%)

Unclaimed Property

	April 2002	\$723,415	Fiscal year To Date	\$32,924,835
	April 2001	<u>\$574,512</u>	Fiscal year To Date	<u>\$18,433,470</u>
% Change		25.9%	% Change	78.6%

Please note that some totals throughout Tax Facts may not add due to rounding.

SOURCE: THE OFFICE OF ECONOMIC RESEARCH & ANALYSIS, ARIZONA DEPARTMENT OF REVENUE

TABLE 1
“New” Returns Filed in 2002 for Tax Year 2001
Through April 2002

Federal Adjusted Gross Income Bracket	Number of Returns	% of Total	Average FAGI	Average Tax Due	CHARACTERISTICS OF TAXPAYERS					
					% Married Joint	% Single	% Unmarried Head	% Married Separate	% Over 65	% With Dependents
Negative FAGI	730	0.5%	-\$13,328	\$9	17.1%	74.8%	5.7%	2.4%	18.7%	10.1%
\$0-\$5,000	32,192	20.2%	\$2,863	\$1	4.5%	80.5%	14.4%	0.6%	4.1%	20.4%
\$5,000-\$10,000	35,575	22.3%	\$7,419	\$22	8.7%	66.3%	24.0%	0.9%	7.1%	33.1%
\$10,000-\$15,000	26,016	16.3%	\$12,355	\$79	15.9%	50.2%	32.6%	1.3%	10.2%	44.8%
\$15,000-\$20,000	18,837	11.8%	\$17,338	\$148	22.6%	41.6%	33.9%	1.8%	10.5%	49.5%
\$20,000-\$25,000	12,344	7.7%	\$22,325	\$249	28.4%	36.9%	32.6%	2.1%	8.7%	52.3%
\$25,000-\$30,000	8,060	5.1%	\$27,335	\$381	31.4%	38.8%	26.8%	2.9%	8.8%	48.5%
\$30,000-\$40,000	9,658	6.1%	\$34,520	\$556	37.8%	38.0%	21.3%	2.9%	9.9%	45.6%
\$40,000-\$50,000	5,501	3.4%	\$44,615	\$788	47.9%	33.8%	15.9%	2.4%	12.8%	44.3%
\$50,000-\$75,000	6,612	4.1%	\$60,143	\$1,166	62.3%	26.1%	9.7%	1.9%	15.0%	44.6%
\$75,000-\$100,000	2,180	1.4%	\$85,262	\$1,854	72.0%	19.9%	6.9%	1.2%	16.3%	43.4%
\$100,000-\$200,000	1,527	1.0%	\$129,412	\$3,377	76.2%	18.1%	5.1%	0.6%	17.9%	38.7%
\$200,000-\$500,000	212	0.1%	\$276,898	\$9,649	73.6%	17.5%	6.6%	2.4%	17.5%	30.2%
\$500,000-\$1,000,000	19	0.0%	\$677,438	\$27,549	68.4%	26.3%	5.3%	0.0%	31.6%	26.3%
\$1,000,000 and over	13	0.0%	\$2,513,452	\$106,080	62.5%	25.0%	6.3%	6.3%	31.3%	6.3%
Total	159,476		\$18,526	\$266	20.4%	54.3%	23.9%	1.4%	8.6%	38.4%

NEW RETURNS FILED IN 2001 FOR TAX YEAR 2000

Total	239,848		\$19,759	\$353	18.8%	59.7%	19.2%	2.3%	7.5%	31.4%
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“NEW” Returns means that there was no return filed by the taxpayer in the previous filing year. This may or may not mean the filer is new to the state.

TABLE 2
Urban Revenue Sharing Returned to Cities/Towns
April 2002

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,762,720	202,705
Eagar	\$35,071	4,033	Surprise	268,254	30,848
Springerville	17,148	1,972	Tempe	1,379,401	158,625
St. Johns	28,427	3,269	Tolleson	43,254	4,974
<u>Cochise County</u>			Wickenburg	44,193	5,082
Benson	40,967	4,711	Youngtown	26,175	3,010
Bisbee	52,959	6,090	<u>Mohave County</u>		
Douglas	124,457	14,312	Bullhead City	293,655	33,769
Huachuca City	15,227	1,751	Colorado City	28,992	3,334
Sierra Vista	328,491	37,775	Kingman	174,520	20,069
Tombstone	13,079	1,504	Lake Havasu City	364,692	41,938
Willcox	32,462	3,733	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	42,758	4,917
Flagstaff	459,966	52,894	Pinetop-Lakeside	31,149	3,582
Fredonia	9,009	1,036	Show Low	66,916	7,695
Page	59,211	6,809	Snowflake	38,784	4,460
Williams	24,714	2,842	Taylor	27,618	3,176
<u>Gila County</u>			Winslow	82,786	9,520
Globe	65,098	7,486	<u>Pima County</u>		
Hayden	7,757	892	Marana	117,883	13,556
Miami	16,835	1,936	Oro Valley	258,271	29,700
Payson	118,439	13,620	Sahuarita	28,192	3,242
Winkelman	3,852	443	South Tucson	47,741	5,490
<u>Graham County</u>			Tucson	4,232,328	486,699
Pima	17,296	1,989	<u>Pinal County</u>		
Safford	80,281	9,232	Apache Junction	276,654	31,814
Thatcher	34,975	4,022	Casa Grande	219,348	25,224
<u>Greenlee County</u>			Coolidge	67,707	7,786
Clifton	22,575	2,596	Eloy	90,221	10,375
Duncan	7,061	812	Florence	69,832	14,446
<u>La Paz County</u>			Kearny	19,557	2,249
Parker	27,305	3,140	Mammoth	15,322	1,762
Quartzsite	29,166	3,354	Superior	28,297	3,254
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	312,038	35,883	Nogales	181,555	20,878
Buckeye	56,846	8,497	Patagonia	7,661	881
Carefree	25,453	2,927	<u>Yavapai County</u>		
Cave Creek	32,419	3,728	Camp Verde	82,186	9,451
Chandler	1,535,546	176,581	Chino Valley	68,133	7,835
El Mirage	66,168	7,609	Clarkdale	29,758	3,422
Fountain Hills	175,963	20,235	Cottonwood	79,820	9,179
Gila Bend	17,218	1,980	Jerome	2,861	329
Gilbert	953,924	109,697	Prescott	295,124	33,938
Glendale	1,902,786	218,812	Prescott Valley	204,660	23,535
Goodyear	164,450	18,911	Sedona	88,630	10,192
Guadalupe	45,463	5,228	<u>Yuma County</u>		
Litchfield Park	33,132	3,810	San Luis	133,240	15,322
Mesa	3,446,872	396,375	Somerton	63,185	7,266
Paradise Valley	118,822	13,664	Wellton	15,905	1,829
Peoria	942,332	108,364	Yuma	674,069	77,515
Phoenix	11,487,791	1,321,045			
Queen Creek	37,532	4,316	TOTAL	\$35,100,591	4,044,788

TABLE 3
Transaction Privilege and Severance Tax Returned to Cities/Towns
April 2002

City	Distribution	Population	City	Distribution	Population
<u>Apache County</u>			Scottsdale	\$1,403,757	202,705
Eagar	\$27,929	4,033	Surprise	213,626	30,848
Springerville	13,656	1,972	Tempe	1,098,498	158,625
St. Johns	22,638	3,269	Tolleson	34,446	4,974
<u>Cochise County</u>			Wickenburg	35,193	5,082
Benson	32,624	4,711	Youngtown	20,845	3,010
Bisbee	42,174	6,090	<u>Mohave County</u>		
Douglas	99,112	14,312	Bullhead City	233,854	33,769
Huachuca City	12,126	1,751	Colorado City	23,088	3,334
Sierra Vista	261,597	37,775	Kingman	138,980	20,069
Tombstone	10,415	1,504	Lake Havasu City	290,426	41,938
Willcox	25,851	3,733	<u>Navajo County</u>		
<u>Coconino County</u>			Holbrook	34,051	4,917
Flagstaff	366,297	52,894	Pinetop/Lakeside	24,806	3,582
Fredonia	7,174	1,036	Show Low	53,289	7,695
Page	47,153	6,809	Snowflake	30,886	4,460
Williams	19,681	2,842	Taylor	21,994	3,176
<u>Gila County</u>			Winslow	65,927	9,520
Globe	51,841	7,486	<u>Pima County</u>		
Hayden	6,177	892	Marana	93,877	13,556
Miami	13,407	1,936	Oro Valley	205,676	29,700
Payson	94,320	13,620	Sahuarita	22,451	3,242
Winkelman	3,068	443	South Tucson	38,019	5,490
<u>Graham County</u>			Tucson	3,370,450	486,699
Pima	13,774	1,989	<u>Pinal County</u>		
Safford	63,933	9,232	Apache Junction	220,316	31,814
Thatcher	27,853	4,022	Casa Grande	174,679	25,224
<u>Greenlee County</u>			Coolidge	53,919	7,786
Clifton	17,978	2,596	Eloy	71,848	10,375
Duncan	5,623	812	Florence	100,040	14,446
<u>La Paz County</u>			Kearny	15,575	2,249
Parker	21,745	3,140	Mammoth	12,202	1,762
Quartzsite	23,227	3,354	Superior	22,534	3,254
<u>Maricopa County</u>			<u>Santa Cruz County</u>		
Avondale	248,494	35,883	Nogales	144,583	20,878
Buckeye	58,843	8,497	Patagonia	6,101	881
Carefree	20,270	2,927	<u>Yavapai County</u>		
Cave Creek	25,817	3,728	Camp Verde	65,449	9,451
Chandler	1,222,845	176,581	Chino Valley	54,258	7,835
El Mirage	52,693	7,609	Clarkdale	23,698	3,422
Fountain Hills	140,130	20,235	Cottonwood	63,566	9,179
Gila Bend	13,712	1,980	Jerome	2,278	329
Gilbert	759,665	109,697	Prescott	235,025	33,938
Glendale	1,515,300	218,812	Prescott Valley	162,983	23,535
Goodyear	130,961	18,911	Sedona	70,581	10,192
Guadalupe	36,205	5,228	<u>Yuma County</u>		
Litchfield Park	26,385	3,810	San Luis	106,107	15,322
Mesa	2,744,946	396,375	Somerton	50,318	7,266
Paradise Valley	94,625	13,664	Wellton	12,666	1,829
Peoria	750,434	108,364	Yuma	536,801	77,515
Phoenix	9,148,399	1,321,045	TOTAL	\$28,010,654	4,044,788
Queen Creek	29,889	4,316			

*The Office of Economic Research & Analysis
Arizona Department of Revenue
1600 W. Monroe
Phoenix, AZ 85007*